

Annual General Meeting

24 March 2021

Agenda

- ▶ **Regional & Global Operating Environment**
- ▶ **Financial Performance**
- ▶ **Corporate Achievements**
- ▶ **Our People**
- ▶ **Sustainability & Corporate Social Responsibility**

BBK PLUS

Regional & Global Operating Environment

self service branch
instant debit card issuance
instant bank certificates issuance
interactive teller
corporate deposit
sales consultation



Regional & Global Operating Environment

Regional Operating Environment (GCC Including Bahrain)

- ▶ Dual shock of COVID-19 pandemic and low oil prices.
- ▶ Rising budget deficits and public debt.
- ▶ An economic contraction that ranges from -5% to -10% during the year 2020.
- ▶ Adopting fiscal balance and reform programs.
- ▶ Decline in interest rates.

Regional & Global Operating Environment (Cont'd)

Global Operating Environment:

- ▶ A global economic contraction ranging between -3.0% to -10.0% during the year 2020:
 - US -3.4%
 - UK -10.0%
 - EU -7.2%
 - China +2.3%

- ▶ Sharp decline interest rates.

- ▶ Adopting monetary easing and stimulus programs.

Financial Performance

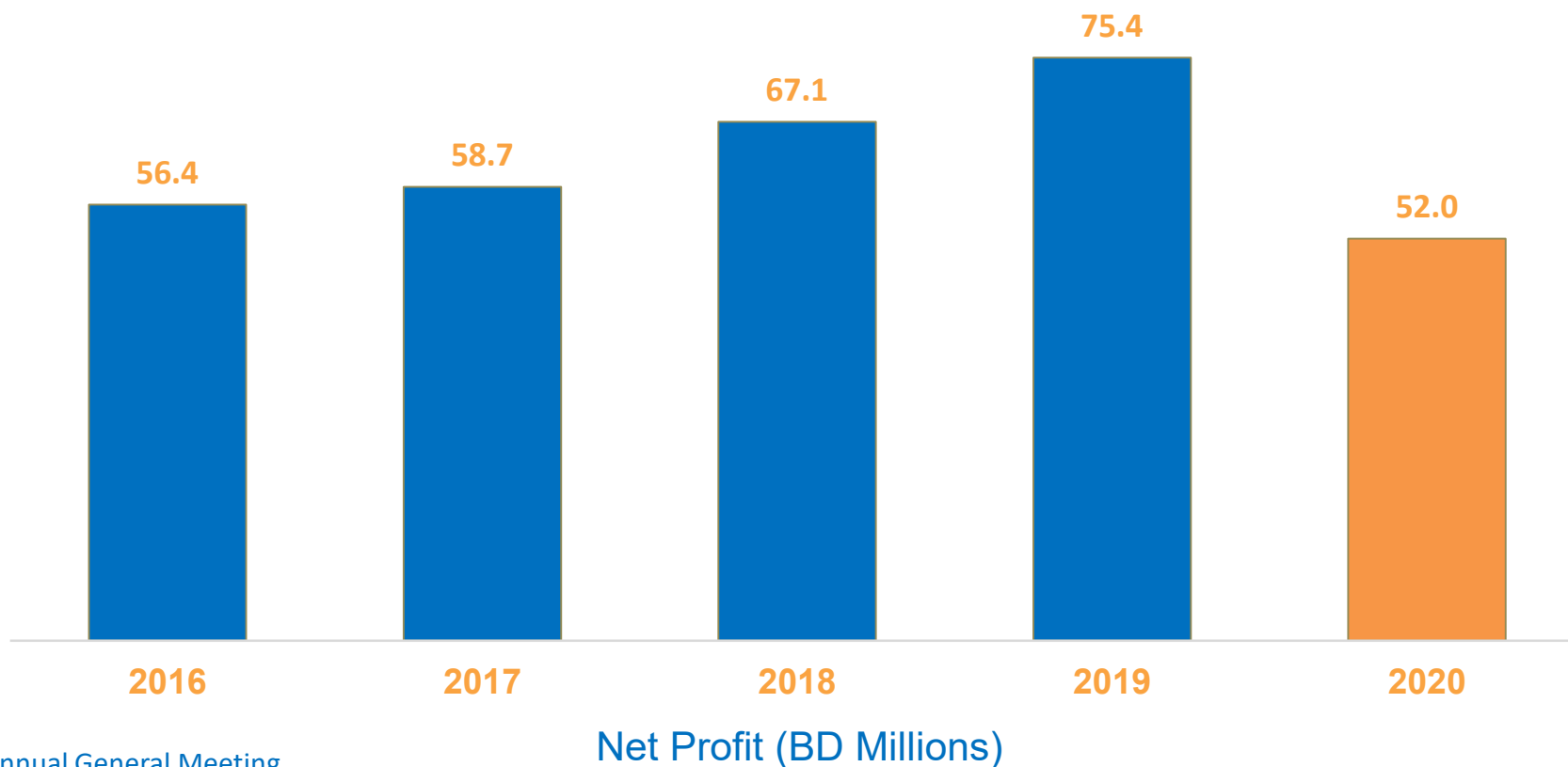


The Bank's Efforts in Dealing with the COVID-19 Pandemic

- ▶ Protecting our employees and customers.
- ▶ Enhancing liquidity levels.
- ▶ Maintaining comfortable capital adequacy.
- ▶ Supporting our customers.

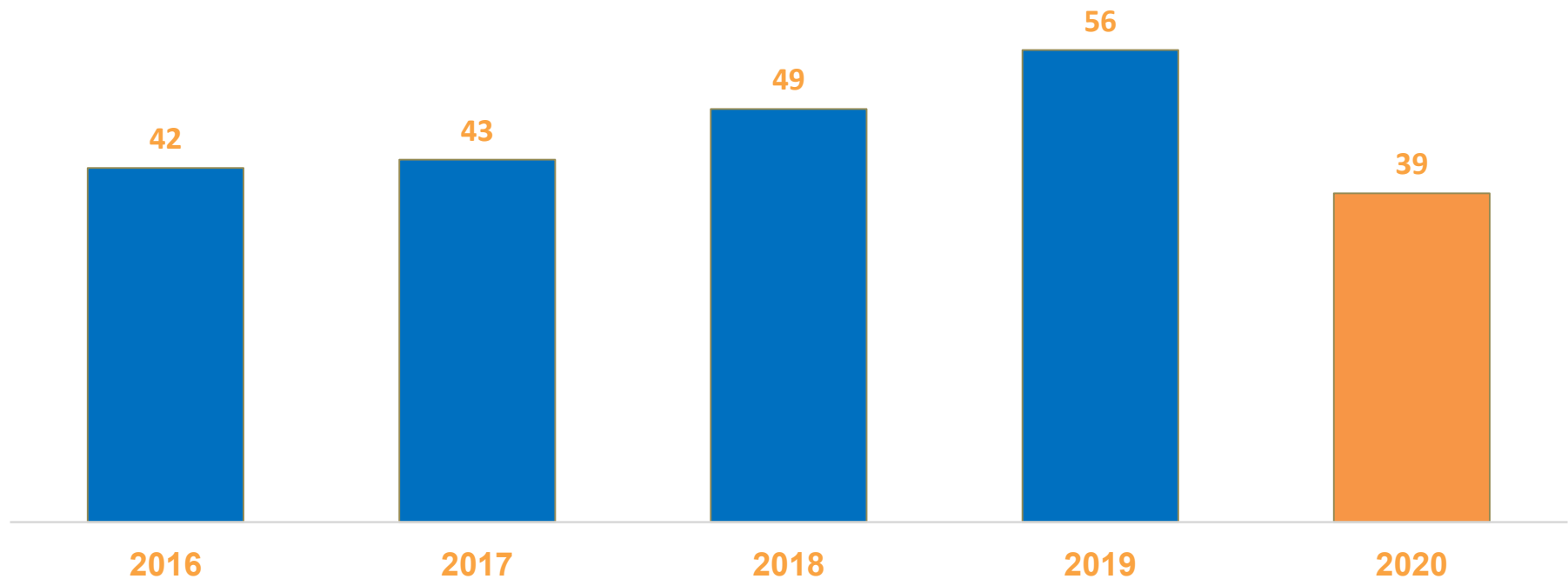
Financial Performance

The Group achieved a net profit attributable to the owners of the Bank of BD 52.0 million during 2020, a decline of 31.0% compared to 2019.



Financial Performance (Cont'd)

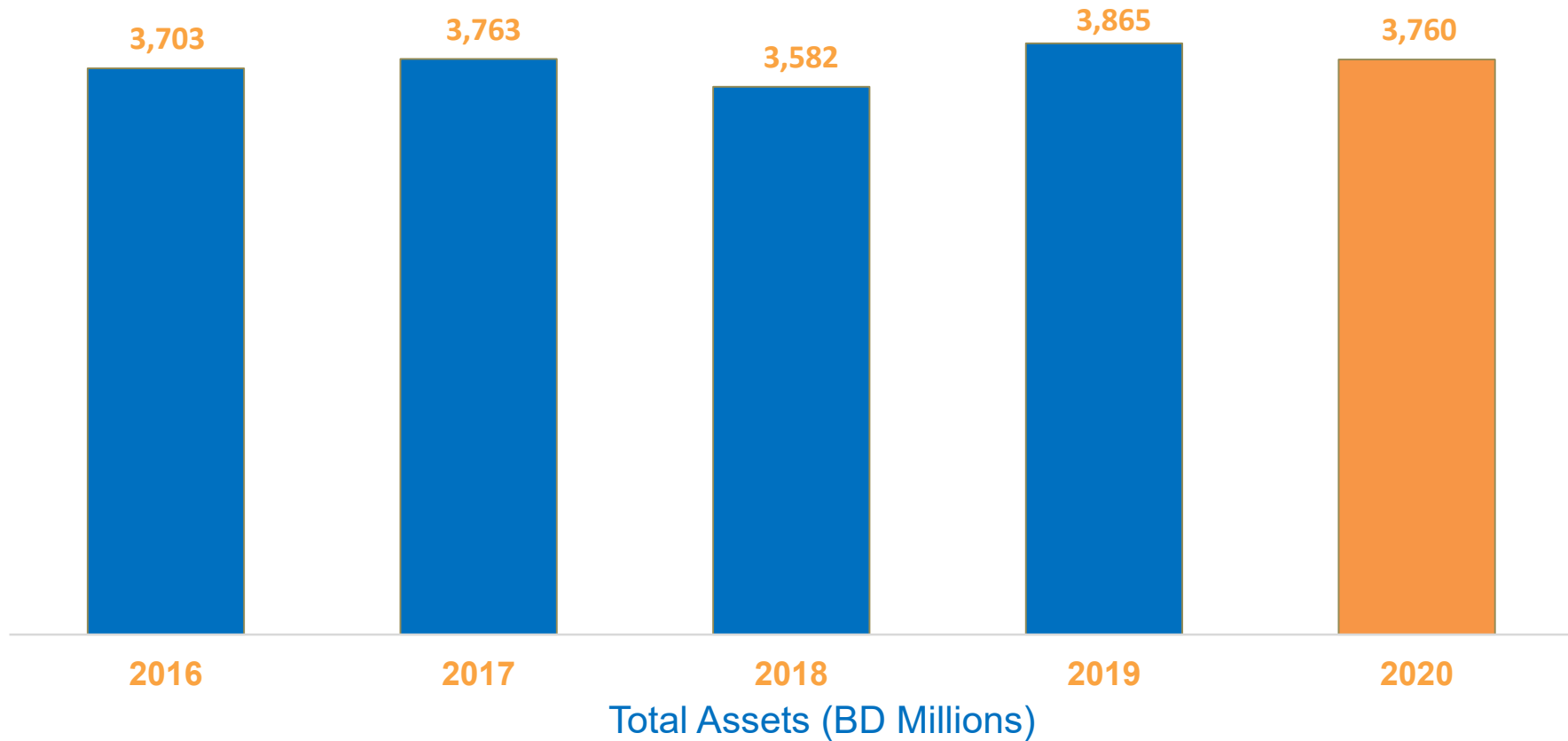
Diluted earnings per share for the year 2020 reached to 39 fils



Diluted Earnings Per Share (Fils)

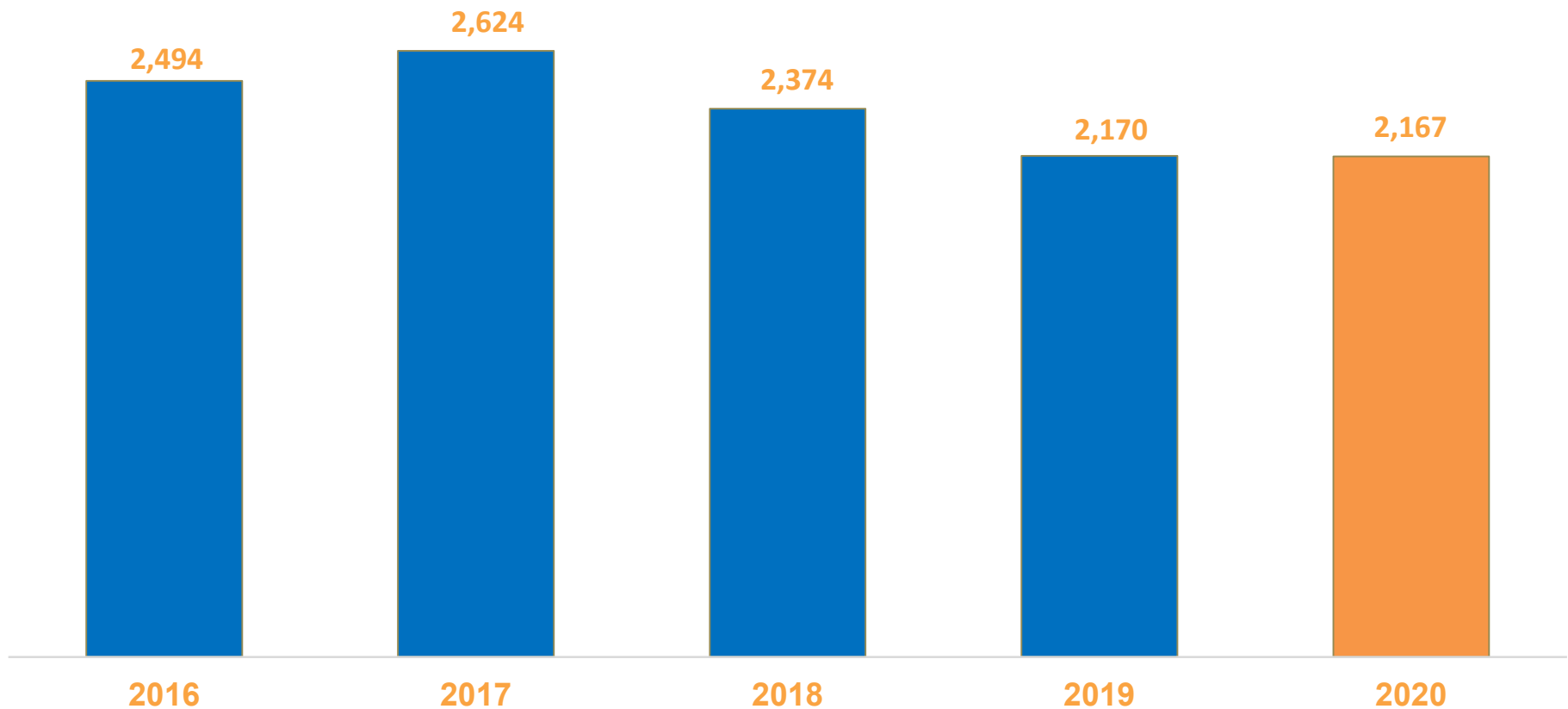
Financial Performance (Cont'd)

Total assets stood at BD 3,760 Millions



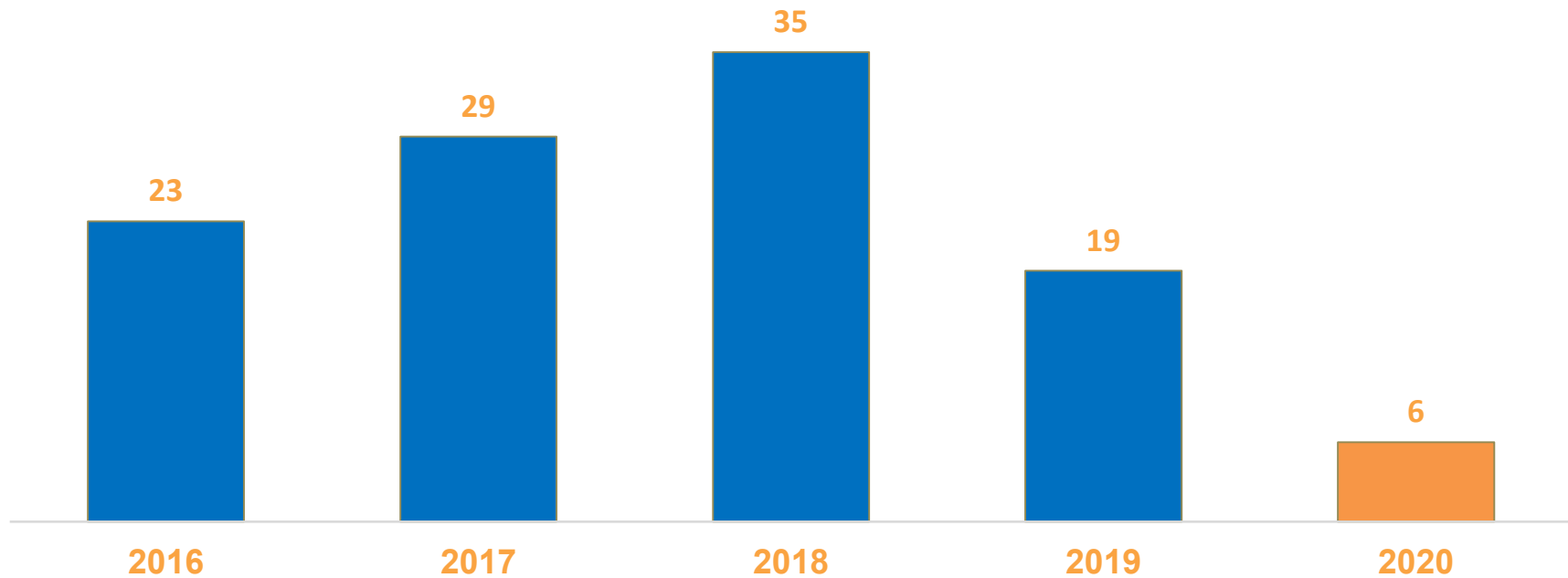
Financial Performance (Cont'd)

Customer Deposits remained at healthy position of BD 2,167 million by end of 2020, leading to good level of loans to customer deposits ratio of 71.8%.



Financial Performance (Cont'd)

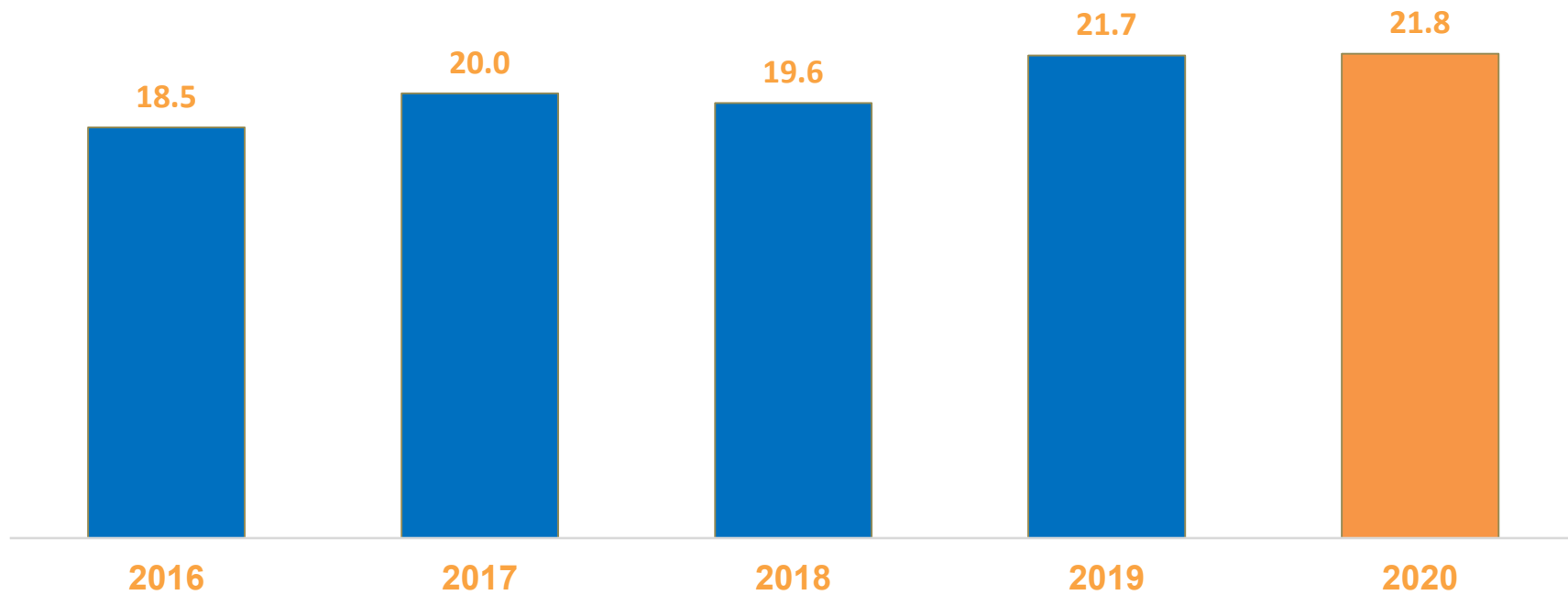
Due to active risk management and recovery efforts, the net provision for the year reported as BD 5.6 million.



Net Provisions (BD Millions)

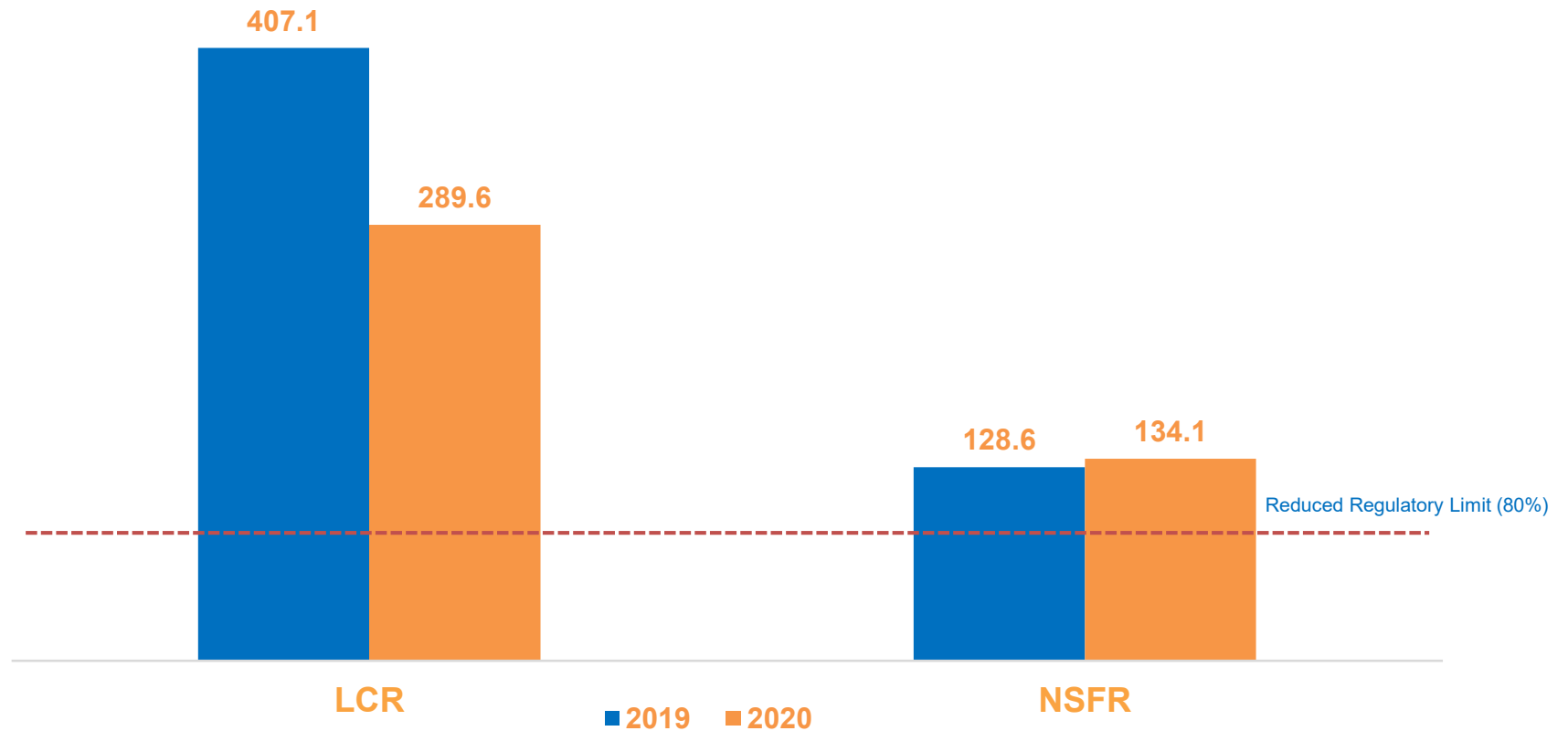
Financial Performance (Cont'd)

Capital Adequacy Ratio (%)



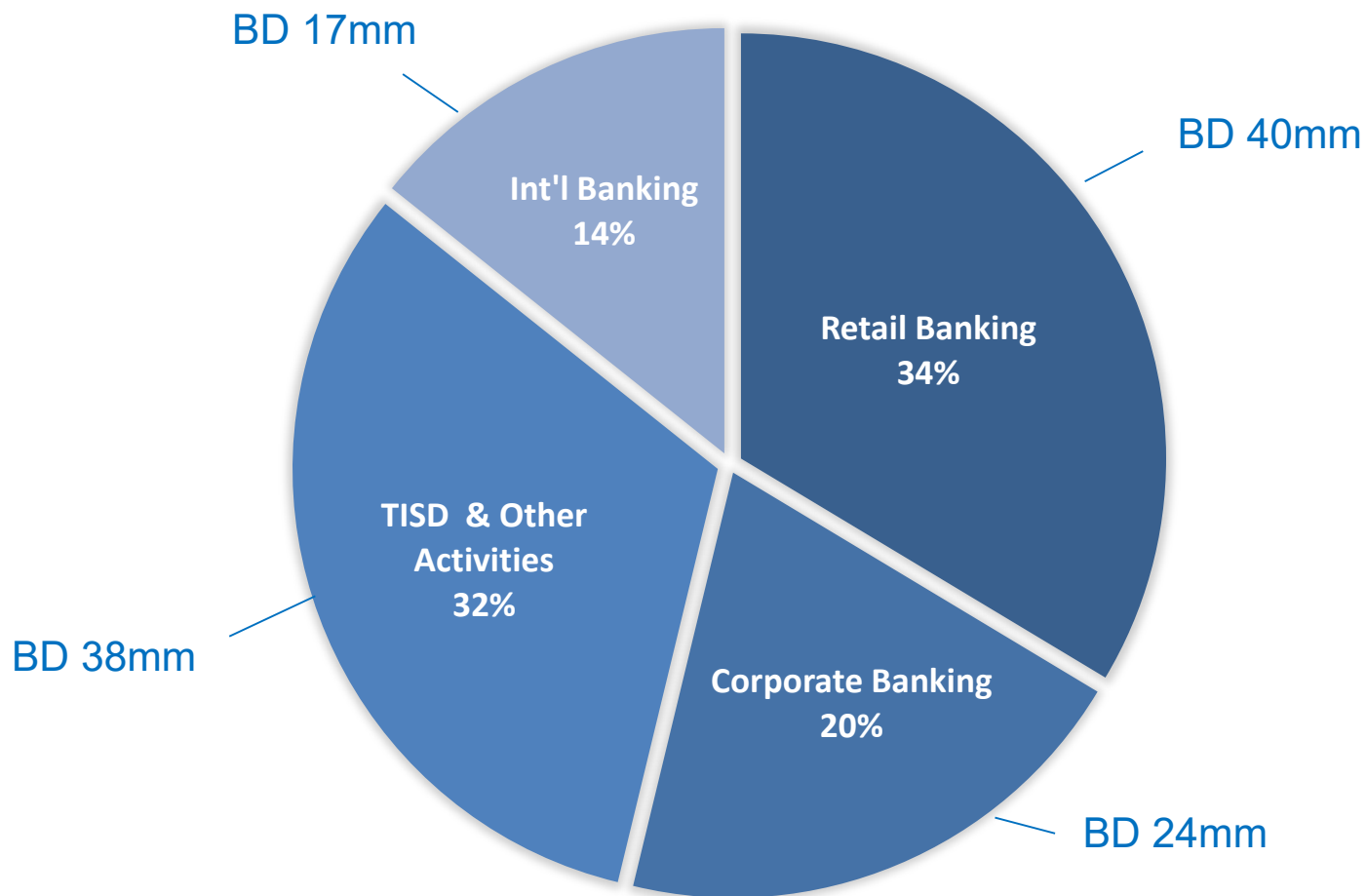
Financial Performance (Cont'd)

Consolidated Liquidity Coverage Ratio (LCR%) & Consolidated Net Stable Funding Ratio (NSFR%)



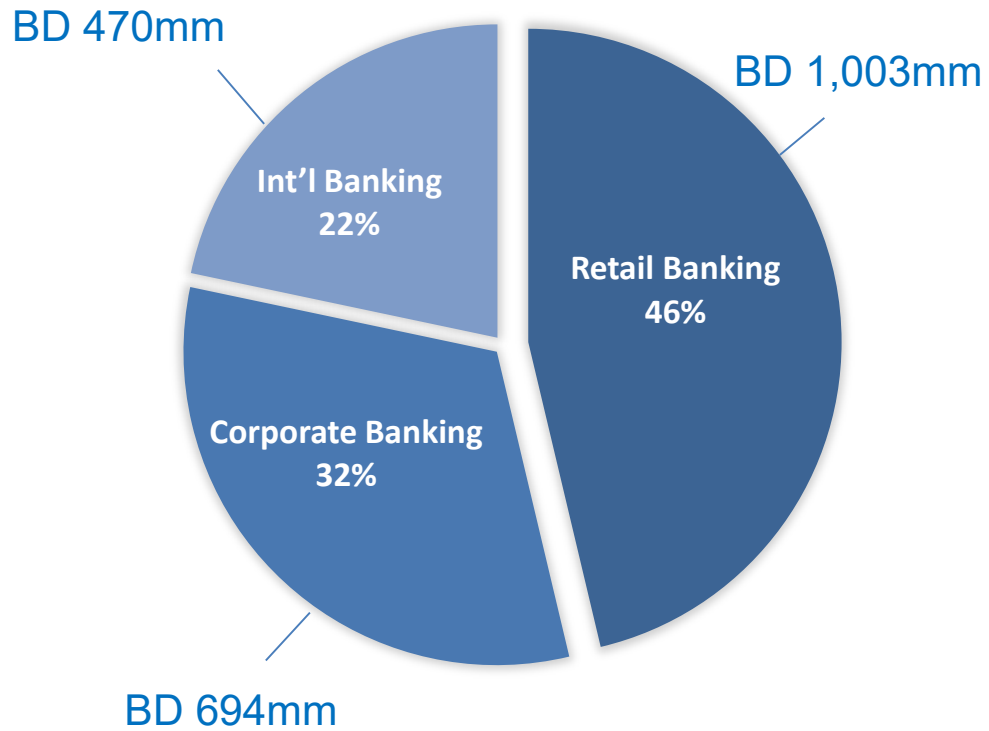
Operating Segments

Total Operating Income BD 119 million

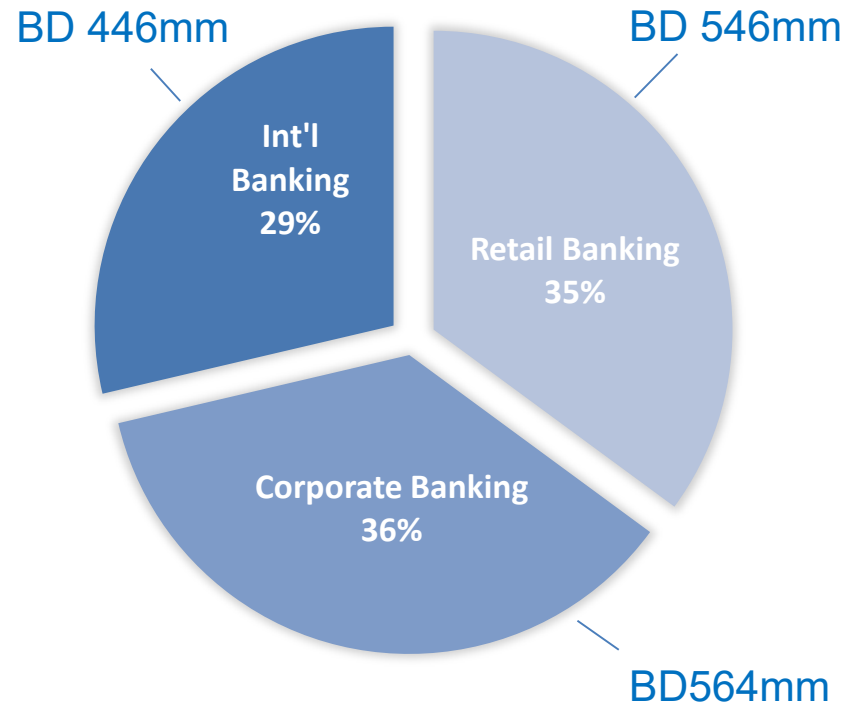


Operating Segments (Cont'd)

Customer Deposits BD 2,167 million



Net Loans & Advances BD 1,556 million



Corporate Achievements



Corporate Achievements

BBK has been vigorously pursuing its strategic objectives as summarized below:

- ▶ BBK announced the repayment of its USD 400 million bond.
- ▶ The Bank was able to successfully launch a number of initiatives, including:
 - The new digital branch “BBK PLUS” with a range of self-service technologies.
 - The “BBK PLUS” application allowing customers to open instantly a number of savings accounts.
 - New Digital Cash Management Platform “BBK BanKey”
 - Bulk Deposit Machines for Corporate Clients at their own premises
 - Open banking services.

**Our People,
Sustainability &
Corporate Social
Responsibility**



Our People – The core of our success

Continued focus on developing our number one asset, “our people”:

- ▶ In 2020, seven of our promising Bahraini executives were promoted to senior leadership positions within BBK.
- ▶ We celebrated the graduation of the first cohort of our management trainee programme focused on FinTech, developing the next generation of Bahraini talent in this vital field.
- ▶ The BBK e-learning is ongoing.
- ▶ Women empowerment initiatives remain a top priority - with 38% women ratio.
- ▶ The appointment of three BBK women employees to the boards of BBK’s subsidiaries.

Sustainability and Corporate Social Responsibility

- ▶ In 2020, the Bank initiated the development of its ESG framework, which will be implemented in 2021.
 - Appointed a specialized consultant
 - Created a task force
 - Initiated the development of its Sustainability framework, under the guidance and approvals of the Board.

- ▶ During 2020, the Bank developed a CSR strategy focusing on **Education and Training**.
 - Training and empowering 400 young Bahrainis with the aim of honing their skills in various fields such as communication skills, public speaking, self-development, and mastering modern communication tools.
 - Empowering 100 Bahraini women with the skills needed to deal with the digital edge.

- ▶ Health though remains a priority and the Bank committed to building a second BBK Health Centre, in the Galali area of Muharraq, in cooperation with the Ministry of Works, Municipality Affairs and Urban Planning, and the Ministry of Health.

- ▶ The Bank donated BD 3.0 million to the Feena Khair national campaign to fight COVID-19.

Thank you